

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2005

	January-05				December-04				September-04				Current FYTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Market Value	Allocation Actual	Month Policy	Net ROR	Market Value	Allocation Actual	Quarter Policy	Net ROR	Market Value	Allocation Actual	Quarter Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	23,750	2.9%	3.0%	-3.51%	24,611	3.0%	3.0%	10.37%	22,960	2.9%	3.0%	-4.14%	2.09%	N/A	N/A	N/A
Total Structured Growth	23,750	2.9%	3.0%	-3.51%	24,611	3.0%	3.0%	10.37%	22,960	2.9%	3.0%	-4.14%	2.09%	N/A	N/A	N/A
<i>Russell 1000 Growth</i>				-3.33%				9.17%				-5.23%	0.02%	N/A	N/A	N/A
<i>Structured Value</i>																
LSV	26,123	3.2%	3.0%	-1.46%	26,502	3.2%	3.0%	9.01%	25,038	3.2%	3.0%	3.21%	10.87%	N/A	N/A	N/A
<i>Russell 1000 Value</i>				-1.78%				10.38%				1.54%	10.09%	N/A	N/A	N/A
<i>Russell 1000 Enhanced Index</i>																
LA Capital	50,554	6.2%	6.0%	-2.63%	51,912	6.3%	6.0%	9.28%	48,911	6.2%	6.0%	-1.68%	4.61%	N/A	N/A	N/A
<i>Russell 1000</i>				-2.52%				9.80%				-1.81%	5.09%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	49,242	6.0%	6.0%	-2.40%	50,444	6.1%	6.0%	9.47%	47,526	6.1%	6.0%	-1.99%	4.71%	N/A	N/A	N/A
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	N/A	N/A	N/A
<i>Index</i>																
State Street	14,804			-2.44%	15,174			9.23%	14,305			-1.88%	4.55%	N/A	N/A	N/A
Total Index	14,804	1.8%	2.0%	-2.44%	15,174	1.8%	2.0%	9.23%	14,305	1.8%	2.0%	-1.88%	4.55%	N/A	N/A	N/A
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	N/A	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	164,473	20.1%	20.0%	-2.49%	168,643	20.4%	20.0%	9.45%	158,740	20.2%	20.0%	-1.42%	5.21%	N/A	N/A	N/A
<i>S&P 500</i>				-2.44%				9.23%				-1.87%	4.58%	N/A	N/A	N/A
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	81,007	9.9%	10.0%	-4.48%	84,794	10.3%	10.0%	14.79%	88,820	11.3%	10.0%	-3.60%	5.70%	N/A	N/A	N/A
<i>Russell 2000 + 200bp</i>				-4.01%				14.64%				-2.36%	7.45%	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	81,007	9.9%	10.0%	-4.48%	84,794	10.3%	10.0%	14.79%	88,820	11.3%	10.0%	-3.60%	5.70%	N/A	N/A	N/A
<i>Russell 2000</i>				-4.17%				14.09%				-2.86%	6.21%	N/A	N/A	N/A
CONVERTIBLES																
TCW	122,045	14.9%	15.0%	-2.07%	125,464	15.2%	15.0%	8.41%	117,596	15.0%	15.0%	-4.35%	1.55%	N/A	N/A	N/A
<i>Merrill Lynch All Convertibles</i>				-2.29%				5.37%				-1.05%	1.87%	N/A	N/A	N/A
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	150,946	18.5%	17.3%	0.25%	150,511	18.2%	17.3%	1.34%	140,979	18.0%	17.3%	3.52%	5.17%	N/A	N/A	N/A
<i>Lehman Aggregate</i>				0.63%				0.96%				3.20%	4.84%	N/A	N/A	N/A
<i>Index</i>																
Bank of ND	190,180	23.3%	26.0%	0.20%	189,775	23.0%	26.0%	0.40%	177,414	22.6%	26.0%	2.54%	3.15%	N/A	N/A	N/A
<i>Lehman Intermediate Gov/Credit (1)</i>				0.19%				0.44%				2.71%	3.36%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	85,468	10.5%	8.7%	1.66%	84,656	10.2%	8.7%	2.30%	79,039	10.1%	8.7%	4.51%	8.69%	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				0.90%				1.69%				4.76%	7.48%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	426,594	52.2%	52.0%	0.51%	424,942	51.4%	52.0%	1.11%	397,431	50.6%	52.0%	3.27%	4.94%	N/A	N/A	N/A
<i>Lehman Gov/Credit</i>				0.69%				0.80%				3.56%	5.11%	N/A	N/A	N/A
CASH EQUIVALENTS																
Bank of ND	22,855	2.8%	3.0%	0.22%	22,834	2.8%	3.0%	0.53%	22,808	2.9%	3.0%	0.44%	1.20%	N/A	N/A	N/A
<i>90 Day T-Bill</i>				0.17%				0.48%				0.37%	1.02%	N/A	N/A	N/A
TOTAL RISK MANAGEMENT FUND	816,974	100.0%	100.0%	-1.01%	826,677	100.0%	100.0%	5.00%	785,397	100.0%	100.0%	0.31%	4.25%	N/A	N/A	N/A
<i>POLICY TARGET BENCHMARK</i>				-0.88%				4.45%				1.06%	4.63%	N/A	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.